## REPORT OF THE COMMITTEE ON BUDGET

**Voting Members:** 

Ann H. Kobayashi, Chair; Joey Manahan, Vice Chair; Carol Fukunaga, Trevor Ozawa, Kymberly Marcos Pine

Committee Meeting Held May 18, 2016

Honorable Ernest Y. Martin Chair, City Council City and County of Honolulu

Mr. Chair:

Your Committee on Budget, which considered Bill 34 (2016) entitled:

"A BILL FOR AN ORDINANCE RELATING TO THE USE OF PUBLIC SCHOOL LANDS,"

which passed first reading at the May 4, 2016 Council meeting, reports as follows:

The purpose of the Bill is to facilitate the State Department of Education's use of existing public school lands owned by the City and County of Honolulu. Section 302A-1151.1 Hawaii Revised Statutes, establishes a pilot program for the lease of public school lands, some of which are owned by the City and County of Honolulu. Under the program, the State Department of Education is authorized to lease school land and facilities to private persons or entities in accordance with the terms of Section 301A-1151.1.

The Director of Budget and Fiscal Services testified that the Department needed more time to review the Bill to consider the possible impact to the City and that there may be other properties owned by the City in which the City has interest.

Your Committee received testimony from one individual offering comments on the Bill.

CITY COUNCIL

' CITY AND COUNTY OF HONOLULU HONOLULU, HAWAII

JUN 0 1 2016

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# REPORT OF THE COMMITTEE ON BUDGET

**Voting Members:** 

Ann H. Kobayashi, Chair; Joey Manahan, Vice Chair; Carol Fukunaga, Trevor Ozawa, Kymberly Marcos Pine

Committee Meeting Held May 18, 2016 Page 2

After discussion, your Committee considered and approved a CD1 version of the Bill that makes the following amendments:

- A. Changes the reference in Section 1 to Hawaii Revised Statues Section 301A-1151.1 to Section 302A-1151.1.
- B. Makes miscellaneous technical and nonsubstantive amendments.

Your Committee on Budget is in accord with the intent and purpose of Bill 34 (2016), herein as amended, and recommends that it pass second reading, be scheduled for a public hearing, and be referred back to Committee in the form attached hereto as Bill 34 (2016), CD1. (Ayes: Kobayashi, Fukunaga, Manahan, Ozawa, Pine -5; Noes: None.)

Respectfully submitted,

Committee Chair

C & C OF HOMOLULU

ONLY OF PM 5: 35

CITY COUNCIL

CITY AND COUNTY OF HONOLULU HONOLULU, HAWAII

JUN 0 1 2016

#### SUMMARY OF PROPOSED COMMITTEE DRAFT:

#### Bill 34 (2016) RELATING TO THE USE OF PUBLIC SCHOOL LANDS

### THE PROPOSED CD1 makes the following amendments:

- A. Changes the reference in Section 1 to Hawaii Revised Statutes Section 301A-1151.1 to Section 302A-1151.1.
- B. Makes miscellaneous technical and nonsubstantive amendments.



ORDINANCE		
BILL	34 (2016), CD1	

#### A BILL FOR AN ORDINANCE

RELATING TO THE USE OF PUBLIC SCHOOL LANDS.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Purpose. The purpose of this ordinance is to facilitate the State Department of Education's use of existing public school lands owned by the City and County of Honolulu. Section 302A-1151.1, Hawaii Revised Statutes, establishes a pilot program for the lease of public school lands, some of which are owned by the City and County of Honolulu. Under the program, the State Department of Education is authorized to lease school land and facilities to private persons or entities in accordance with the terms of Section 302A-1151.1.

SECTION 2. Chapter 28, Revised Ordinances of Honolulu 1990 ("Lease and Rental of City Real Property, Including Fees"), is amended by adding a new section to be appropriately designated by the revisor of ordinances and to read as follows:

#### "Sec. 28- Lease of city property for public educational purposes.

- (a) For the purposes of this section, "public educational purposes" includes the redevelopment of one or more underutilized State department of education facilities to provide new revenue sources and the construction of department of education facilities or renovation of existing, underutilized department of education facilities for new twenty-first century schools.
- (b) The director of budget and fiscal services shall establish a process that will provide the State department of education with the necessary consents or other types of approvals for the department of education to modify, construct or utilize existing school facilities located on city-owned property for public educational purposes, including, but not limited to, the approval of leases and subleases. The process must include council approval of the leases or subleases as required by this chapter."



ORDINANCE		
BILL	34 (2016), CD1	

### A BILL FOR AN ORDINANCE

SECTION 3. This ordinance takes effect upon approval.

	INTRODUCED BY:
	Ann Kobayashi
DATE OF INTRODUCTION:	
A	
April 28, 2016 Honolulu, Hawaii	Councilmembers
APPROVED AS TO FORM AND LEGAL	ITY·
Daniel Communities Communities	-
Deputy Corporation Counsel	
APPROVED this day of	, 20
KIRK CALDWELL, Mayor	-